

David Whitaker, Esq.  
Director  
Irvin Corley, Jr.,  
Executive Policy Manager  
Marcell R. Todd, Jr.  
Senior City Planner

LaKisha Barclift, Esq  
Rory Bolger, PhD  
Kemba Braynon  
Elizabeth Cabot, Esq.


# City of Detroit

## CITY COUNCIL

LEGISLATIVE POLICY DIVISION  
208 Coleman A. Young Municipal Center  
Detroit, Michigan 48226  
Phone: (313) 224-4946 Fax: (313) 224-4336

Janese Chapman  
Derrick Headd  
Anne Marie Langan  
Jerry Pokorski  
Analine Powers, PhD  
Sabrina Shockley  
David Teeter  
Kathryn Underwood

TO: The Honorable City Council

FROM: David Whitaker, Director   
Legislative Policy Division Staff

DATE: July 22, 2014

RE: **REVIEW OF CONTRACTS AND PURCHASING FILES**

Attached is the list of contracts and purchase orders recommended by the Finance Department, Purchasing Division and Water and Sewerage Department, Contracts and Grants Division. The items are submitted to the City Council for referral to the Committees on July 22, 2014.

The comments and review of the Legislative Policy Division staff are printed in bold following the contracts.

### Attachments

cc:	Janice Winfrey	City Clerk
	Mark Lockridge	Auditor General
	Palencia Mobley	Mayor's Liaison
	Boysie Jackson	Purchasing Division
	Irvin Corley	Legislative Policy Division
	Marcell Todd	Legislative Policy Division

Statistics compiled for the list of Contracts and Purchases submitted for referral on July 22, 2014.

Department	No. of Contracts or Purchase Orders	Detroit-Based Business Bids	Change, Extension Increases, Renewals	Located in Detroit
Elections 1 Confirming Requisition with County Board of Canvassers	1	0	0	1
Finance	1	0	1 Renewal	0
General Services 1 Lease Agreement, Revenue, for space at Southfield Yard	3	0	2 Extensions	0
Human Resources 1 Contract for Retiree Drug Subsidy services	1	0	0	0
Municipal Parking 4 Contracts for ABAN program	4	0	0	4
Public Works	2	0	0	0
Transportation	1	0	0	0
Water & Sewerage 1 Notice of Emergency Procurement; Not submitted for approval	1	0	0	0
<b>Totals</b>	<b>14</b>	<b>0 Detroit-Based Business Bids</b>	<b>2 Extensions 1 Renewal</b>	<b>5</b>

The Honorable City Council  
Contracts and Purchase Orders, Statistics  
Items Submitted for July 22, 2014

Page 2

---

This list represents expenditures totaling \$ 4,4708,763.61<sup>1</sup>  
and Revenue of \$360,002.40

Included in the total costs are the following:

City General Fund	\$ 1,526,345.61
Revenue of \$360,002.40 over 5 years	
Bond Funds	\$ 1,510,000.00
Street Funds	\$ 546,727.00
Transportation Grants Fund	\$ 1,169,989.00
Water & Sewerage Funds	\$ 900,000.00
Notification Only	

---

<sup>1</sup> This list includes: Extensions/Renewals from 4 months to 2 years, New contracts for 1 time purchases, and terms of 1 to 2 years; Revenue contract for 5 years; and Notification of DWSD Emergency Procurement for 4 months.

TO: The Honorable City Council

FROM: David Whitaker, Director  
Legislative Policy Division Staff

DATE: July 22, 2014

RE: **CONTRACTS AND PURCHASE ORDERS SCHEDULED TO BE CONSIDERED  
AT THE FORMAL SESSION OF JULY 22, 2014**

### **ELECTIONS**

2895740 100% City Funding – To Provide Election Canvassers Reimbursement for City of Detroit Recount – Contractor: Wayne County Board of Canvassers, Location: 2 Woodward Avenue, Room 502, Detroit, MI 48226– Contract Period: September 10, 2013 through September 26, 2013 – Contract Amount: \$128,125.61

**Costs budgeted to General Fund, Acct. 1000-710042-000037-617900-00181-0-A5060, Appropriation for Conduct of Elections includes available funding of \$7,817,245 as of July 18, 2014.**

**This request is for authorization to reimburse the Wayne County Board of Canvassers for a recount of votes in the city primary election. Votes were re-counted from September 10 through September 26, 2013.**

**Costs for the recount include: Salary and fringe benefits for 31 individuals paid hourly, and 4 individuals paid per diem – Total Personnel cost is \$86,736.60; P.I.E. Management temporary staffing for \$17,809.77; Parking for Election temporary staff and regular staff for \$1,190; Cobo Room rental cost of \$13,570; Security cost of \$3,916; Spekin Forensic for \$2,000; Bienenstock Court Reporting for \$2,697; Postage for \$204.94**

**Clearances and Affidavits are not required for contracts with other Government Agencies.**

**FINANCE**

2834599 100% City Funding – To Provide Printing of Form 1099-G – Contractor: Renkim Corporation, Location: 13333 Allen Road, Southgate, MI 48195 – Contract Period: January 1, 2015 through December 31, 2015 – Contract Amount: \$44,220.00

Renewal Contract

Costs budgeted to General Fund, Acct. 1000-230110-000084-626100-00247-0-A5020, Appropriation for Income Tax Operation includes available funding of \$3,596,321 as of July 18, 2104.

This contract was initially authorized Feb. 1, 2011 for a term of 3 years, from January 2011 through December 2013, for a cost of \$38,241.35 over the 3-year period. The contract includes options to renew 3 additional years.

This contract provides for the printing and mailing of an estimated 120,000 Income Tax forms. 1099-G Forms are for reporting income from government sources (i.e. taxable grant funds, refunds etc).

The contract was awarded to the lowest bidder in 2011 with costs that include: Providing forms for \$15.70 per thousand; Set-up and printing forms for \$39 per thousand; Folding and preparing for mailing at \$19 per thousand; Program management and control at \$40 per hour; 1<sup>st</sup> Class foreign mail (primarily to Canada) for 59¢ to 69¢ each;

Estimated postage for U.S. mail is \$42,960 is apparently not included in this contract.

This request is for the renewal of this contract for an estimated cost of \$44,220.

The term of this renewal may be for 2 years, beginning January 1, 2014 (instead of January 1, 2015 as indicated above).

The vendor indicated that most item prices to remain the same – the authorized increase of 2% will NOT be charged. Two (2) item prices are indicated to be changed; the cost to supply the forms will be *reduced* from \$15.70 to \$15 per thousand; the cost for 1<sup>st</sup> class foreign mail to be increased from 59¢ - 69¢ to \$1.15 per piece and reflects the actual costs, according to the vendor, there is no mark-up on this item.

Contract checklist, received June 13, 2014, indicates contract is required to provide preparation and mailing of tax form.

Covenant of Equal Opportunity Affidavit signed 4-30-14;

TAXES: Good Through 12-12-14 and 12-30-14;

Hiring Policy Compliance Affidavit signed 4-30-14, Employment Application included complies;

Slavery Era Records Disclosure Affidavit signed 4-30-13, indicating no records to disclose.

*This vendor was also the previous contractor for these same services, under Contract 2718776, approved Oct. 2006 for 2-year term at \$135,094; and renewed 2 years, through Sept. 2010; Costs were based on printing and preparing 200,000 forms per year.*

## GENERAL SERVICES

2819571 100% City Funding – To Provide Weed, Grass Cutting and Debris Removal – Contractor: Brilar, LLC, Location: 13200 Northend Avenue, Oak Park, MI 48237 – Contract Period: May 1, 2010 through December 31, 2014 – \$1,510,000.00 – Contract Amount Not to Exceed: \$2,318,000.00

Contract for Extension of time and Increase of Funds for three (3) years with 1 additional 1 year renewal option  
Costs budgeted to Fund, Acct. 3100-350058-0-628500-13824-0-0, Appropriation information is not included in the Budget Information.

This contract increase is indicated to be funded with “Quality of Life” bond funds; the bond funds were sold in May 2014; *City Council may wish to inquire when the monies from the sale of the bonds will be appropriated.*

This was 1 of 3 contracts initially authorized May 25, 2010, for a term of 3 years, through April 2013, to cut weeds and grass, and clean debris from empty lots. Contracts were awarded by Cluster and/or Specified Routes within a Cluster. The contract costs were initially based on 2 cuttings per year. Mowing Season generally runs from about April 20 through Oct. 1 each year.

Contracts were approved with Brilar (formerly B & L Landscaping) for \$700,000 over 3 years; Payne Landscaping (No. 2819573) for \$930,000 for 3 years; Major Cement (No. 2819572) for \$100,000. The contract with Major Cement was later cancelled and their area was re-assigned.

Contracts with Brilar and Payne were both extended for 1 year, through April 30, 2014; Costs authorized with Brilar were increased by \$1,618,000 to a total of \$2,318,000; Costs authorized with Payne Landscaping were increased by \$1,392,000 to a total of \$2,322,000 for the additional year.

Contracts with Brilar and Payne were recently re-submitted for a 90-day extension, through August 2014, to provide time to re-bid the services and prepare new contracts; the 90-day extensions were approved in April 2014.

This request is for extend the contract through December 2014 (an addition 4 months), which also provides the costs for an additional cutting this year. The rate remains the same, ranging from \$.0042 and \$.0044 per square foot. The increase of \$1,510,000, however, increases the total to \$3,828,000 in costs since this contract was approved in May 2010.

A contract extension with Payne Landscaping is also to be submitted to the City Council.

Contract checklist, received July 15, 2014, indicates the contract is required to provide for removing debris and cutting overgrown grass and weeds from vacant lots.

Covenant of Equal Opportunity Affidavit signed 5-24-13;

TAXES: Good Through 2-3-15 and 12-30-14;

Hiring Policy Compliance Affidavit signed 6-4-13, Employment Application included complies;

Slavery Era Records Disclosure Affidavit signed 6-4-13, indicating no records to disclose.

---

**General Services Department - *continued***

2888170 100% City Funding – To Provide Temporary Staffing-Mechanics for General Services Department – Contractor: Aquarius Professional Staffing, LLC, Location: 11800 Conrey Road, Suite 100, Cincinnati, OH 45249– Contract Period: January 14, 2014 through January 17, 2015 – Increase Amount: \$1,100,000.00 – Contract Amount: \$1,460,000.00

**Costs budgeted to General Fund, Acct. 1000-470100-006004-617900-12153-0-A4510, Appropriation for Fleet Management includes available funding of \$16,903,862 as of July 18, 2014.**

**This contract was initially authorized by the Emergency Manager to provide temporary staffing of Mechanics for a 6-month period for a cost of \$360,000. The contract was reported to the City Council on the Agenda of March 11, 2014. It appears the term of this contract began January 14, 2014 (for 6 months) through July 15, 2014.**

**The scope of services initially authorized states that the contractor to provide upon request of GSD staffing resources to supplement on-site mechanical work as required.**

**Temporary staffing employees will sign in and out through the City's WorkBrain system; All payroll services related to the temporary staffing will be provided through Aquarius Professional Staffing.**

**The standard billing rate ranges from \$42 to \$50 per hour; the Overtime Billing rate ranges from \$63 to \$75 per hour.**

**This amendment to the contract, extends the term through January 17, 2015, for a full year.**

**The Fee Schedule included with this amendment lists 7 specific individuals by name; their standard billing rates range from \$39 to \$45 per hour, and an Overtime billing rate from \$58.50 to \$67.50 per hour.**

**Contract checklist, dated June 18, 2014, indicates this contract is essential to provide mechanics that repair and maintain refuse collection truck, fire and police vehicles.**

**Covenant of Equal Opportunity Affidavit signed 1-15-14;**

**TAXES: Good Through 2-3-15 and 12-30-14;**

**Hiring Policy Compliance Affidavit signed 1-15-14, Employment Application included complies;**

**General Services Department - continued**

2894325 100% City Funding – Lease Agreement – To Lease a portion of 12255 Southfield Yard for Waste Management Services – Contractor: Advanced Disposal Services Solid Waste Midwest, LLC, Location: 10599 W. Five Mile Road, Northville, MI 48168– Contract Period: June 1, 2014 through May 31, 2019 – Contract Amount: \$360,002.40

Revenue Contract

**Revenue budgeted to General Fund, Acct. 1000-470010-006004-447605-11830-0-A4510, Appropriation for Facilities and Grounds Maintenance includes available funding of \$9,130,994 as of July 18, 2014.**

**This contract is a Lease Agreement with Advanced Disposal Services Solid Waste Midwest for the lease of approximately 39,000 square feet located at the Southfield Yard, at 12255 Southfield. The lease also includes the use of certain office furniture and shelving that is already located in the office portion; Most of the leased space is to be used as garage space to store trucks.**

**The payment represents a rental rate of \$1.85 per square foot, for \$72,000.48 per year. The Lease term is for a period of 5 years. If the contract, for curb pickup and removal of garbage, bulk, recyclables and yard waste, with Advanced Disposal (No. 2886601) is extended beyond its authorized term expiring May 31, 2019, the term of this Lease Agreement shall likewise be extended.**

**Advanced Disposal will also replace the current HVAC system with a new system, of similar capacity, estimated to cost \$320,000; the Lessee shall also replace a brick wall along the perimeter of Capital Street, estimated to cost \$5,437. The cost of the new HVAC system, repair of the brick wall, and any other repairs to utilities or the roof may be counted as credit toward the payment of the rent. In no event is the total amount of the credit to exceed the total rent that is due.**

**Advanced Disposal shall reimburse the City the greater of 32% or for the actual usage, if separately metered, for all utilities, electric, water and sewer charges. Advanced Disposal is also responsible for payment of all taxes assessed for their personal property.**

**Contract checklist, dated June 12, 2014, indicates this contract is not essential to the department operations; however the contract does generate revenue and provide garage space for the City vendor's trucks.**

**Covenant of Equal Opportunity Affidavit signed 9-10-13;**

**TAXES: Good Through 6-11-15 and 12-30-14;**

**Hiring Policy Compliance Affidavit signed 9-10-13, Employment Application included complies;**

**Slavery Era Records Disclosure Affidavit signed 9-10-13, indicating business established 2006, no records to disclose.**



## HUMAN RESOURCES

2887459 100% City Funding – To Provide Retiree Drug Subsidy Services – Contractor: RDS Services, Location: 50 W. Big Beaver Road, #220, Troy, MI 48084 – Contract Period: August 4, 2014 through August 3, 2015 – Contract Amount Not to Exceed: \$50,000.00  
Costs budgeted to General Fund, Acct. 1000-280530-000117-617900-00108-0-HRE34, Appropriation for Labor Relations includes available funding of \$3,048,277 as of July 18, 2014.

The required services was indicated to be advertised for proposals; 2 proposals were received and evaluated. The second proposal was received from Blue Cross, Blue Shield.

RDS Services indicate they currently provide services for the Early Retiree Reinsurance Program for the City of Detroit; however, there is no record of a contract with RDS in the Legislative Policy Division files.

This contract to include services to manage the entire re-opening appeals process, of pharmacy claims for retirees that were eligible for Medicare Part D but did not elect coverage under Part D. Prescription drugs have been provided to retirees through the health benefits provided through the City of Detroit. City has requested the annual subsidy for retirees receiving the City benefits and were eligible under Medicare Part D. This contract appears will re-open previous filing years, to appeal the subsidy provided to potentially receive additional subsidy.

Services to include working with the City of Detroit Retiree Drug Subsidy Program Accounts Manager in preparation for the Reopening Request application to the Centers for Medicare & Medicaid Services (CMS) for the Drug Subsidies, and assist with follow-up task including costs reporting, threshold reductions, adjustments and payment requests to CMS. Services also include general consultation regarding the Retiree Drug Subsidy Program and assist with determining the magnitude of potential Drug Subsidy recoveries, as a result of the RDS reopening.

The fees, for services provided, include: 20% of the recovery for additional subsidy received by the City, either for period prior to the current year, or for subsequent annual reopenings; and \$100,000 for annual filings.

The contractor estimates for 2007, the potential amount of subsidy to be received is \$6.6 million, based on 12,600 eligible; for 2008, the potential amount of subsidy is \$6.9 million, based on 12,500 eligible; for 2009, the potential amount of subsidy is \$5.8 million based on 11,800 eligible; and for 2010, the potential amount of subsidy is \$7.6 million based on 14,000 eligible.

Contract checklist, dated July 15, 2014, indicates this contract is essential.

Covenant of Equal Opportunity Affidavit signed 6-13-13;

TAXES: Good Through 9-20-14 and 12-30-14;

Hiring Policy Compliance Affidavit signed 9-27-13, Employment Application included complies;

Slavery Era Records Disclosure Affidavit signed 6-13-13, indicating business established 2005, no records to disclose.

## **MUNICIPAL PARKING**

The following four (4) contracts are for towing services for the Abandoned Vehicle Program, administered by the Municipal Parking Department. These are not "bid contracts." Contracts are recommended with businesses that are currently Police-authorized towers, that have agreed to the terms of the Abandoned Vehicle Program.

Two (2) contracts were approved on July 8, 2014, and Eight (8) contracts were approved July 15, 2014, One (1) contract is included on the July 22, 2014 Agenda, and Four (4) contracts were on the Committee's Agenda for July 21; to provide towing for the Abandoned Vehicle Program. All contracts are being submitted for the same terms, including a 3-year period from July 1, 2014 through June 30, 2017 for an estimated cost of \$51,000. The contracts include the option to extend the contract 2 additional years.

With the 4 contracts include on this list, there will be a total of 19 contracts to provide towing services for the ABAN program.

Municipal Parking has indicated their goal is to have vendors in different areas of the City, to respond to abandoned vehicles in their respective areas. Identifying and tagging vehicles as abandoned will continue to be done by Police officers.

Vehicles that are identified and tagged as abandoned are to be towed to the City Impound Lot at 6311 Caniff for the specified amount of \$125 per tow. Contractors are required to provide a minimum of 2 trucks dedicated to the performance of this contract; Services of contractor may be requested between 7 AM to 10 PM, 7 days per week.

Payment to the contractor to be based on the receipt of a monthly invoice providing details that include: Towing authorization number; Date of tow; Vehicle make, model, license plate (if possible) and vehicle identification number.

Costs for the ABAN programs are indicated to be budgeted to General Fund, Acct. 1000-340083-000144-617900-00102-0-A3570, Appropriation for Parking Violations Bureau includes available funding of \$6,597,337 as of July 18, 2014.

---

**Municipal Parking Department - continued**

2892161 100% City Funding – To Provide Towing Services for Abandoned Vehicles Citywide – Contractor: Bobby's Towing, Location: 10807 Lyndon St., Detroit, MI 48238 – Contract Period: July 1, 2014 through June 30, 2017 – Contract Amount Not to Exceed: \$51,000.00

**Checklist, dated May 30, 2014, indicates this contract is essential to provide for towing of authorized abandoned vehicles to City of Detroit Impound facility.**

**Covenant of Equal Opportunity Affidavit signed 5-8-14;  
TAXES: Good Through 10-17-14 and 7-31-14;  
Hiring Policy Compliance Affidavit signed 5-8-14, Employment application submitted complies;  
Slavery Era Records Disclosure Affidavit signed 5-8-14, indicates no records to disclose.**

**Business Owners include: Robert Lee Hardison and Denise Boyce-Hardison.**

2892256 100% City Funding – To Provide Towing Services for Abandoned Vehicles Citywide – Contractor: Troy's Towing, Location: 9615 Grinnell St, Detroit, MI 48213 – Contract Period: July 1, 2014 through June 30, 2017 – Contract Amount Not to Exceed: \$51,000.00

**Checklist, dated May 30, 2014, indicates this contract is essential to provide for towing of authorized abandoned vehicles to City of Detroit Impound facility.**

**Covenant of Equal Opportunity Affidavit signed 5-15-14;  
TAXES: Good Through 10-31-14 and 7-31-14;  
Hiring Policy Compliance Affidavit signed 5-15-14, Employment application submitted complies;  
Slavery Era Records Disclosure Affidavit signed 5-15-14, indicates that business established 1997, no records to disclose.**

**Business Owner and President is Troy Ginyard**

The Honorable Detroit City Council  
Contracts and Purchasing Files submitted for  
Referral on July 22, 2014

Page 9

**Municipal Parking Department - continued**

2892643 100% City Funding – To Provide Towing Services for Abandoned Vehicles Citywide –  
Contractor: Wayne's Service, Location: 20495 Sherwood St., Detroit, MI 48234 –  
Contract Period: July 1, 2014 through June 30, 2017 – Contract Amount Not to  
Exceed: \$51,000.00

**Checklist, dated May 30, 2014, indicates this contract is essential to provide for towing of  
authorized abandoned vehicles to City of Detroit Impound facility.**

**Covenant of Equal Opportunity Affidavit signed 6-5-14;  
TAXES: Good Through 10-26-14 and 7-31-14;  
Hiring Policy Compliance Affidavit signed 6-5-14, Employment application submitted complies;  
Slavery Era Records Disclosure Affidavit signed 6-5-14, indicates no records to disclose.**

**Business Officers include: Edward Hertz, President; Dennis Hertz & Bruce Hertz, Vice-  
Presidents.**

2892391 100% City Funding – To Provide Towing Services for Abandoned Vehicles Citywide –  
Contractor: Nationwide Recovery, Location: 11785 Freud Road, Detroit, MI 48213 –  
Contract Period: July 1, 2014 through June 30, 2017 – Contract Amount Not to  
Exceed: \$51,000.00

**Checklist, dated May 30, 2014, indicates this contract is essential to provide for towing of  
authorized abandoned vehicles to City of Detroit Impound facility.**

**Covenant of Equal Opportunity Affidavit signed 6-9-14;  
TAXES: Good Through 8-3-14 and 12-30-14;  
Hiring Policy Compliance Affidavit signed 6-9-14, Employment application submitted complies;  
Slavery Era Records Disclosure Affidavit signed 6-9-14, indicates business established 1993, no  
records to disclose.**

**Business Owner is Jerry Parker**

---

**PUBLIC WORKS**

2895741 100% City Funding – To Provide Three (3) Front End Loaders – Contractor: Southeastern Equipment, Location: 48545 Grand River Avenue, Novi, MI 48374 – Contract Amount Not to Exceed: \$496,927.00  
One Time Purchase

Costs budgeted to Street Fund accounts: Major Street Fund, Acct. 3301-193850-000048-644600-04189-0, Appropriation for Major Street Capital includes available funds of \$63,827,338; and Local Street Fund, Acct. 3302-190870-000050-644600-04190-0, Appropriation for Local Street Capital includes available funding of \$20,246,295 as of July 18, 2014.

4 Bids solicited, 2 Bids received on Open Market for the purchase of 3 front end loaders.

The Low Bid, received from Michigan CAT for \$494,714 rejected; equipment offered did not meet specifications in a number of areas: Horsepower was less than specified; turning radius was wider than specified and the hydraulic tank was smaller than specified.

This recommendation is for the 2<sup>nd</sup> Bid received from Southeastern Equipment for the cost of \$496,927 as indicated above.

The equipment includes a Premier Care Warranty of 48 months or 3,000 hours, whichever occurs first; and Preventative Maintenance Warranty of 36 months or 3,000 hours.

Delivery of the equipment will be within 120 days following receipt of the purchase order.

Contract checklist, dated July 10, 2014, indicates this contract is essential to procure the equipment to perform various functions.

Covenant of Equal Opportunity Affidavit signed 5-2-14;

TAXES: Good Through 7-2-15 and 12-30-14;

Hiring Policy Compliance Affidavit signed 5-21-14, Employment Application submitted complies;

Slavery Era Records Disclosure Affidavit signed 11-4-10, indicating no records to disclose.

**Public Works Department - continued**

2895736 100% City Funding – To Provide 2 (Four) Ton Diesel Fired Asphalt Hauling Trailers –  
Contractor: Spaulding Manufacturing Inc., Location: 5366 East Road, Saginaw, MI  
48610 – Contract Amount Not to Exceed: \$49,800.00

One Time Purchase

**Costs budgeted to Major Street Fund, Acct. 3301-193850-000048-644600-04189-0-A4570,  
Appropriation for Major Street Capital includes available funds of \$63,827,338 as of July 18,  
2014.**

**4 Bids solicited, 1 Bid received on Open Market for the purchase of two (2) 4-ton diesel fired  
asphalt hauling trailers.**

**This recommendation is for approval of the Sole Bid received from Spaulding Manufacturing  
for the asphalt hauling trailers for a cost of \$24,900 each.**

**Contract checklist, dated July 1, 2014, indicates procurement of this equipment is essential to  
perform department job functions.**

**Covenant of Equal Opportunity Affidavit signed 6-30-14;**

**TAXES: Good Through 7-2-15 and 12-30-14;**

**Hiring Policy Compliance Affidavit signed 5-21-14, Employment Application included complies;  
Slavery Era Records Disclosure Affidavit signed 5-20-14, indicating business established 1982,  
no records to disclose.**

---

## TRANSPORTATION

2893923 20% State, 80% Federal Funding – To Provide (Seven) Vehicles, 5 Cars and 2 SUVs for Transit Police – Contractor: Galeana's Van Dyke Dodge, Location: 28400 Van Dyke, Warren, MI 48093 – Contract Amount Not to Exceed: \$169,891.00

One Time Purchase      *The Contract Amount should indicate: \$225,691*

Costs budgeted to Transportation Grants Fund, Acct. 5303-208409-000058-644600-10330-0-DOT51, Appropriation for Federal/State Capital Grants includes available funding of \$131,166,655 as of July 18, 2014.

3 Bids were received on Open Market for the procurement of 5 full-size automobiles and 2 Sport Utility Vehicles (SUVs). The Department indicates the vehicles are required for their security services.

This recommendation is for the Lowest Bid received from Galeana's Van Dyke Dodge for a total cost of \$225,891; which includes five 2014 Dodge Chargers at \$31,163 each; and two 2014 Dodge Durango (SUV's) for \$34,938 each.

Other Bids received include: Jefferson Chevrolet for \$237,159; Jorgensen Ford bid only on the SUV's at \$35,000 each (for \$70,000).

Contract checklist, dated March 17, 2014, indicates the purchase of the vehicles is essential for security services.

Covenant of Equal Opportunity Affidavit signed 3-24-14;

TAXES: Good Through 4-16-15 and 12-30-14;

Hiring Policy Compliance Affidavit signed 2-18-14, Vendor submitted an un-dated statement indicating if anyone is to be hired for work on any contract for the City of Detroit, this business will not ask applicants if they have ever been convicted of a crime;

Slavery Era Records Disclosure Affidavit signed 3-24-14, indicating no records to disclose.

*Recent D-DOT vehicle purchases include: PO 2894010 with Galeana's Van Dyke Dodge for purchase of 3 SUV's (\$29,558 each includes extended warranty) for a total of \$88,674 approved July 1, 2014;*

*PO 2893077 with Galeana's Van Dyke Dodge for purchase of 7 pick-up trucks, for a total of \$169,891 (3 at \$23,157 each, and 4 at \$25,105 each), indicated to be used by Maintenance staff, approved June 10, 2014;*

*PO 2877518 with Galeana's Van Dyke Dodge for purchase of 2 Dodge Chargers for \$48,038 (\$24,018 each), to be used for patrol by Transit Police, approved in April 2013*

**WATER AND SEWERAGE DEPARTMENT**

DWS-899      100% DWSD Funding – Notification of Emergency Procurement as Provided by the Detroit Water and Sewerage Department Procurement Policy of November 2, 2011 – Description of Procurement: Emergency Sewer Rehabilitation - Basis for the Emergency: There are currently numerous emergency sewer repairs consisting of cave-ins, sink holes, plugged, damaged and collapsed sewers in different locations throughout the City of Detroit that need to be performed immediately in order to maintain the flow within the wastewater collection system and protect the public health, welfare and safety. The previous contracts for sewer rehabilitation DWS-876 and DWS-877 expired on June 30, 2014. The replacement contracts, DWS-886 and DWS-887, experienced several delays due to bid protests from one of the proposers. On July 15, 2014 City Council unanimously voted for DWSD to rebid the contracts. Contractor: Lanzo Companies, Location: 28135 Groesbeck Hwy., Roseville, Michigan 48066 – Basis for selection of Contractor: Under competitively bid contracts DWS-886 and DWS-887, Lanzo Companies was selected due to being ranked the second highest scoring proposer, because the highest scoring proposer was disqualified due to filing for bankruptcy protection - Contract Period: July 14, 2014 thru November 14, 2014 - Contract Amount Not to Exceed: \$900,000.00

**This is a NOTIFICATION only, that the Emergency Contract has been authorized by the Director of Water & Sewerage. According to the procurement policy of the Nov. 11, 2011 Court Order, the Dept. Director may authorize an emergency procurement with notification to the Board of Water Commissioners and to the City Council within 1 week of the Procurement, the basis of the emergency and the selection of the specific contractor.**

**The proposed Emergency Contract with Lanzo Companies will be submitted to the Board of Water Commissioners for approval at their meeting of July 23, 2014. The proposed contract is for a term of 4 months, July 14 through November 14, 2014 for a cost of \$900,000 to address Emergency Sewer Rehabilitation at areas that have caused cave-ins, sink holes, plugged, damaged or collapsed sewers, and to maintain the flow of the wastewater collection system.**

**During the 4-month term of this contract, DWSD will be assembling new bid documents under DWSD numbers DWS-889 and DWS-890 to request bids to provide the same services under long-term contracts.**

**This contract will not be submitted to the City Council for approval; it does not exceed the threshold of \$5,000,000 per year for a construction contract.**

*The new contracts, resulting from the bids received under DWS-889 and DWS-890 will replace Contracts No. 2809198 and No. 2809180 both with Inland Waters to provide In-place rehabilitation of sewer lines; the contracts were approved April 6, 2010 for \$40,000,000 each and a term of 3 years.*